

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 7642

BILL NUMBER: HB 1714

DATE PREPARED: Jan 9, 2001

BILL AMENDED:

SUBJECT: Homestead credits.

FISCAL ANALYST: Bob Sigalow

PHONE NUMBER: 232-9859

FUNDS AFFECTED:

**GENERAL
DEDICATED
FEDERAL**

IMPACT: Pending

Summary of Legislation: Changes the property tax homestead credit for taxes payable in 2002 from 4% to 10%, and freezes the credit at 10% for later years. Establishes a reassessment protection homestead credit (which is in addition to the homestead credit) for taxes payable in 2003 and later years, and directs the state board of tax commissioners to determine the percentage of the credit under a formula designed to offset shifts of taxes to residential real property caused by general reassessments of real property. Makes conforming changes.

Effective Date: January 1, 2001 (retroactive); January 1, 2002.

Explanation of State Expenditures: *As of the above date, the fiscal analysis of this bill has not been completed. Please contact the Office of Fiscal and Management Analysis for an update of this fiscal impact statement.*

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected:

Information Sources: